

State of Utah

Department of Natural Resources

MICHAEL R. STYLER Executive Director

Division of Oil, Gas & Mining

JOHN R. BAZA Division Director JON M. HUNTSMAN, JR. Governor

GARY R. HERBERT Lieutenant Governor

Representativ	res Present During the Inspection:	
Company	Mark Reynolds Resident Agent	
OGM	Pete Hess Environmental Scientist III	_

Inspection Report

Permit Number:	C0070011		
Inspection Type:	PARTIAL		
Inspection Date:	Tuesday, December 18, 2007		
Start Date/Time:	12/18/2007 11:30:00 AM		
End Date/Time:	12/18/2007 12:30:00 AM		
Last Inspection:	Thursday, November 29, 2007		

Inspector: Pete Hess, Environmental Scientist III

Weather: <u>Partly cloudy, cold; 20's F.</u> InspectionID Report Number: 1505

Types of Operations

Reprocessing

Accepted by: dhaddock of

12/21/2007

Permitee: HIAWATHA COAL CO INC Operator: HIAWATHA COAL CO INC

Site: HIAWATHA MINE COMPLEX

Address: PO BOX 1245, HUNTINGTON UT 84528

County: CARBON

Permit Type: PERMANENT COAL PROGRAM

Permit Status: ACTIVE

12,177.00	Total Permitted		
290.00	Total Disturbed		
	Phase I		
	Phase II		
	Phase III		

Current Acreages

Mineral	Ownership
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Other

✓ Federal
✓ Underground
✓ State
☐ County
✓ Loadout
✓ Fee
☐ Processing

Report summary and status for pending enforcement actions, permit conditions, Division Orders, and amendments:

The Permittee notified the Division on December 17, 2007 that the third quarter of 2007 surface and ground water monitoring information for the Hiawatha Mine Complex permit area was in the DOGM electronic data base pipeline acceptable for uploading.

There is no activity occurring at the site. The road to Middle Fork had been plowed, but only a two wheel track existed to South Fork. The snow depths have compacted to approximately a five inch depth.

There are no pending compliance actions for this site.

The Permittee intends to apply for a Phase I bond release for the demolition and backfilling activities associated with the reclamation activities associated with slurry ponds #4 and #5, refuse pile #2, and some facilities demolition. Mr. Wayne Western is co-ordinating this activity for the Division.

Inspector's Signature:

Date Wednesday, December 19, 2007

Pete Hess, Environmental Scientist III

Inspector ID Number: 46

Note: This inspection report does not constitute an affidavit of compliance with the regulatory program of the Division of Oil, Gas and Mining.

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Inspection Continuation Sheet

Permit Number: C0070011 Inspection Type: PARTIAL

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REVIEW OF PERMIT, PERFORMANCE STANDARDS PERMIT CONDITION REQUIREMENTS

- Substantiate the elements on this inspection by checking the appropriate performance standard.
 For COMPLETE inspections provide narrative justification for any elements not fully inspected unless element is not appropriate to the site, in which case check Not Applicable.
 - b. For PARTIAL inspections check only the elements evaluated.
- 2. Document any noncompliance situation by reference the NOV issued at the appropriate performance standard listed below.
- 3. Reference any narratives written in conjunction with this inspection at the appropriate performace standard listed below.
- 4. Provide a brief status report for all pending enforcement actions, permit conditions, Divison Orders, and amendments.

		Evaluated	Not Applicable	Comment	Enforcement
1.	Permits, Change, Transfer, Renewal, Sale				
<u>2.</u>	Signs and Markers	✓			
3.	Topsoil	✓			
4.a	Hydrologic Balance: Diversions	✓			
4.b	Hydrologic Balance: Sediment Ponds and Impoundments				
4.c	Hydrologic Balance: Other Sediment Control Measures				
4.d	Hydrologic Balance: Water Monitoring				
4.e	Hydrologic Balance: Effluent Limitations				
5	Explosives				
6.	Disposal of Excess Spoil, Fills, Benches				
7.	Coal Mine Waste, Refuse Piles, Impoundments				
8.	Noncoal Waste	V		<u> </u>	
9.	Protection of Fish, Wildlife and Related Environmental Issues				
10.	Slides and Other Damage				
11.	Contemporaneous Reclamation				
12.	Backfilling And Grading				
13.	Revegetation				
14.	Subsidence Control				
15.	Cessation of Operations				
16.a	Roads: Construction, Maintenance, Surfacing				
16.b	Roads: Drainage Controls				
17.	Other Transportation Facilities				
18.	Support Facilities, Utility Installations				
19.	AVS Check				
20.	Air Quality Permit				
21.	Bonding and Insurance				-
22.	Other				

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Noncoal Waste

Mr. Reynolds reported that a scrapper, (A-1 Fabrication, Salt Lake City, Utah) will start removing derelict mining machinery, transformers and drums containing used lubricants from the disconnected electrical tipple substation, the truck shop below the South fork / Middle Fork junction, and the maintenance shop south of slurry pond #1 after January 1, 2008.

22. Other

There is no activity occurring at slurry pond #1 for the recovery of fines.